

**STATE RISK MANAGEMENT WORKERS COMPENSATION FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2004**

	June-04					March-04				December-03				September-03				Current FYTD	Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Allocation		Quarter	Month		Allocation		Quarter		Allocation		Quarter		Allocation		Quarter					
	Market Value	Actual	Policy	Net ROR	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																					
Structured Growth																					
Los Angeles Capital	80,756	3.0%	3.0%	2.95%	1.80%	98,766	3.1%	3.0%	-0.33%	74,621	3.1%	3.0%	9.14%		0.0%	0.0%	N/A	N/A	N/A	N/A	
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	0	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	
Total Structured Growth	80,756	3.0%	3.0%	2.95%	1.80%	98,766	3.1%	3.0%	-0.33%	74,621	3.1%	3.0%	9.14%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	
Russell 1000 Growth				1.94%	1.25%				0.79%				10.41%				N/A	N/A	N/A	N/A	
Structured Value																					
LSV	81,798	3.1%	3.0%	2.33%	3.97%	97,714	3.0%	3.0%	6.26%	75,373	3.2%	3.0%	15.69%		0.0%	0.0%	N/A	N/A	N/A	N/A	
Russell 1000 Value				0.88%	2.36%				3.03%				14.19%				N/A	N/A	N/A	N/A	
Russell 1000 Enhanced Index																					
LA Capital	167,736	6.3%	6.0%	-0.09%	2.15%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	#DIV/0!	0.0%	N/A	N/A	N/A	N/A	
Russell 1000				1.40%	1.80%				N/A				N/A				N/A	N/A	N/A	N/A	
S&P 500 Enhanced Index																					
Westridge	163,215	6.1%	6.0%	-0.26%	1.95%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	#DIV/0!	0.0%	N/A	N/A	N/A	N/A	
S&P 500				1.72%	1.94%				N/A				N/A				N/A	N/A	N/A	N/A	
Index																					
State Street	49,202			1.68%	1.92%	39,332			1.68%	337,739			12.15%				N/A	N/A	N/A	N/A	
Transition Account	-			N/A	N/A	397,464			N/A	N/A			N/A				N/A	N/A	N/A	N/A	
Total Index	49,202	1.8%	2.0%	1.68%	1.92%	436,796	13.6%	14.0%	1.68%	337,739	14.2%	14.0%	12.15%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	
S&P 500				1.72%	1.94%				1.69%				12.18%				N/A	N/A	N/A	N/A	
TOTAL LARGE CAP DOMESTIC EQUITY	542,707	20.2%	20.0%	1.96%	2.28%	633,277	19.7%	20.0%	2.91%	487,733	20.5%	20.0%	12.21%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	
S&P 500				1.72%	1.94%				1.69%				12.18%				N/A	N/A	N/A	N/A	
SMALL CAP DOMESTIC EQUITY																					
Manager-of-Managers																					
SEI	275,528	10.3%	10.0%	-0.91%	3.15%	323,135	10.1%	10.0%	6.66%	243,134	10.2%	10.0%	14.88%		0.0%	0.0%	N/A	N/A	N/A	N/A	
Russell 2000 + 200bp				0.98%	4.38%				6.78%				15.07%				N/A	N/A	N/A	N/A	
TOTAL SMALL CAP DOMESTIC EQUITY	275,528	10.3%	10.0%	-0.91%	3.15%	323,135	10.1%	10.0%	6.66%	243,134	10.2%	10.0%	14.88%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	
Russell 2000				0.47%	4.21%				6.26%				14.52%				N/A	N/A	N/A	N/A	
CONVERTIBLES																					
TCW	411,544	15.4%	15.0%	2.30%	2.54%	476,423	14.9%	15.0%	2.51%	365,033	15.3%	15.0%	9.99%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	
First Boston Convertible Index				-0.13%	1.19%				2.57%				8.54%				N/A	N/A	N/A	N/A	
DOMESTIC FIXED INCOME																					
Core Bond																					
Western Asset	480,795	17.9%	17.3%	-1.94%	1.00%	859,095	26.8%	26.0%	2.96%	624,563	26.2%	26.0%	1.61%		0.0%	0.0%	N/A	N/A	N/A	N/A	
Lehman Aggregate				-2.44%	0.57%				2.66%				0.32%				N/A	N/A	N/A	N/A	
Index																					
Bank of ND	623,525	23.3%	26.0%	-2.47%	0.34%	472,721	14.7%	15.6%	3.01%	334,684	14.0%	15.6%	0.07%		0.0%	0.0%	N/A	N/A	N/A	N/A	
Lehman Intermediate Gov/Credit (1)				-2.52%	0.30%				3.08%				-0.03%				N/A	-0.05%	13.14%	10.82%	7.83%
BBB Average Quality																					
Strong	266,794	10.0%	8.7%	-3.47%	0.55%	348,363	10.9%	10.4%	3.30%	258,528	10.8%	10.4%	1.46%		0.0%	0.0%	N/A	N/A	N/A	N/A	
Lehman US Credit BAA				-2.86%	1.19%				3.41%				1.22%				N/A	N/A	N/A	N/A	
TOTAL DOMESTIC FIXED INCOME	1,371,113	51.1%	52.0%	-2.51%	0.61%	1,680,178	52.4%	52.0%	3.05%	1,217,775	51.1%	52.0%	1.15%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	
Lehman Gov/Credit				-3.17%	0.41%				3.08%				-0.03%				N/A	N/A	N/A	N/A	
CASH EQUIVALENTS																					
Bank of ND	79,745	3.0%	3.0%	0.31%	0.12%	94,412	2.9%	3.0%	0.29%	69,495	2.9%	3.0%	0.29%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	
90 Day T-Bill				0.24%	0.07%				0.24%				0.26%				N/A	N/A	N/A	N/A	
TOTAL RISK MANAGEMENT FUND	2,680,638	100.0%	100.0%	-0.59%	1.53%	3,207,425	100.0%	100.0%	3.12%	2,383,169	100.0%	100.0%	5.95%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	
POLICY TARGET BENCHMARK				-1.27%	1.20%				2.96%				5.08%				N/A	N/A	N/A	N/A	

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.